

Amazon EU S.à r.l.
Société à responsabilité limitée
Siège social: 5, rue Plaetis L-2338 Luxembourg
Capital social: 37,500 EUR
R.C.S. Luxembourg: B 101.818
(la « Société »)

MENTION

Nom de la société: Amazon EU S.à r.l.
Siège social: 5, rue Plaetis L-2338 Luxembourg
N° de Registre de Commerce: B 101.818

Les comptes annuels au 31 décembre 2014, ainsi que le rapport du réviseur d'entreprises agréé, ont été déposés au registre du commerce et des sociétés.

Pour mention aux fins de publication au Mémorial, Recueil Spécial des Sociétés et Associations.

Luxembourg, le 30 avril 2015.

Pour la Société.

Signature:

A handwritten signature in black ink, consisting of a stylized 'A' followed by a horizontal line extending to the right.

BALANCE SHEET**Financial year from** ⁰¹ 01/01/2014 **to** ⁰² 31/12/2014 (in ⁰³ EUR)

Amazon EU S.à r.l.

5, Rue Plaetis

L-2338 Luxembourg

ASSETS

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid			
I. Subscribed capital not called	1101 _____	101 _____	102 _____
II. Subscribed capital called but unpaid	1103 _____	103 _____	104 _____
	1105 _____	105 _____	106 _____
B. Formation expenses	1107 _____	107 _____	108 _____
C. Fixed assets	1109 _____	109 <u>1.778.025.864,00</u>	110 <u>1.764.026.252,00</u>
I. Intangible fixed assets	1111 <u>3</u>	111 <u>49.187.137,00</u>	112 <u>192.997.795,00</u>
1. Research and development costs	1113 _____	113 _____	114 _____
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1115 _____	115 <u>49.187.137,00</u>	116 <u>192.997.795,00</u>
a) acquired for valuable consideration and need not be shown under C.I.3	1117 _____	117 <u>49.187.137,00</u>	118 <u>192.997.795,00</u>
b) created by the undertaking itself	1119 _____	119 _____	120 _____
3. Goodwill, to the extent that it was acquired for valuable consideration	1121 _____	121 _____	122 _____
4. Payments on account and intangible fixed assets under development	1123 _____	123 _____	124 _____
II. Tangible fixed assets	1125 <u>4</u>	125 <u>9.479.300,00</u>	126 <u>8.107.446,00</u>
1. Land and buildings	1127 _____	127 _____	128 _____
2. Plant and machinery	1129 _____	129 _____	130 _____

RCSL Nr. : B101818

Matricule : 2004 2413 314

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131 _____	131 <u>8.772.591,00</u>	132 <u>7.991.090,00</u>
4. Payments on account and tangible fixed assets under development	1133 _____	133 <u>706.709,00</u>	134 <u>116.356,00</u>
III. Financial fixed assets	1135 _____ 5	135 <u>1.719.359.427,00</u>	136 <u>1.562.921.011,00</u>
1. Shares in affiliated undertakings	1137 _____	137 <u>1.719.359.427,00</u>	138 <u>1.562.921.011,00</u>
2. Amounts owed by affiliated undertakings	1139 _____	139 _____	140 _____
3. Shares in undertakings with which the undertaking is linked by virtue of participating interests	1141 _____	141 _____	142 _____
4. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1143 _____	143 _____	144 _____
5. Securities and other financial instruments held as fixed assets	1145 _____	145 _____	146 _____
6. Loans and claims held as fixed assets	1147 _____	147 _____	148 _____
7. Own shares or own corporate units	1149 _____	149 _____	150 _____
D. Current assets	1151 _____	151 <u>5.864.385.562,00</u>	152 <u>5.356.001.766,00</u>
I. Inventories	1153 _____ 6	153 <u>1.920.044.990,00</u>	154 <u>1.704.268.747,00</u>
1. Raw materials and consumables	1155 _____	155 <u>6.865.276,00</u>	156 <u>5.179.217,00</u>
2. Work and contracts in progress	1157 _____	157 _____	158 _____
3. Finished goods and merchandise	1159 _____	159 <u>1.913.179.714,00</u>	160 <u>1.699.089.530,00</u>
4. Payments on account	1161 _____	161 _____	162 _____
II. Debtors	1163 _____	163 <u>1.574.030.897,00</u>	164 <u>1.123.505.709,00</u>
1. Trade receivables	1165 _____ 7	165 <u>624.631.065,00</u>	166 <u>549.435.318,00</u>
a) becoming due and payable within one year	1167 _____	167 <u>624.631.065,00</u>	168 <u>549.435.318,00</u>
b) becoming due and payable after more than one year	1169 _____	169 _____	170 _____
2. Amounts owed by affiliated undertakings	1171 _____ 8	171 <u>943.500.263,00</u>	172 <u>549.424.236,00</u>
a) becoming due and payable within one year	1173 _____	173 <u>559.392.426,00</u>	174 <u>392.511.371,00</u>
b) becoming due and payable after more than one year	1175 _____	175 <u>384.107.837,00</u>	176 <u>156.912.865,00</u>
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177 _____	177 _____	178 _____
a) becoming due and payable within one year	1179 _____	179 _____	180 _____
b) becoming due and payable after more than one year	1181 _____	181 _____	182 _____

RCSL Nr. : B101818

Matricule : 2004 2413 314

	Reference(s)	Current year	Previous year
4. Other receivables	1183 _____	183 <u>5.899.569,00</u>	184 <u>24.646.155,00</u>
a) becoming due and payable within one year	1185 _____	185 <u>5.899.569,00</u>	186 <u>24.646.155,00</u>
b) becoming due and payable after more than one year	1187 _____	187 _____	188 _____
III. Transferable securities and other financial instruments	1189 _____ 9	189 <u>109.288.529,00</u>	190 <u>851.072.189,00</u>
1. Shares in affiliated undertakings and in undertakings with which the undertaking is linked by of participating interests	1191 _____	191 _____	192 _____
2. Own shares or own corporate units	1193 _____	193 _____	194 _____
3. Other transferable securities and other financial instruments	1195 _____	195 <u>109.288.529,00</u>	196 <u>851.072.189,00</u>
IV. Cash at bank, cash in postal cheque accounts, cheques and cash in hand	1197 _____	197 <u>2.261.021.146,00</u>	198 <u>1.677.155.121,00</u>
E. Prepayments	1199 _____	199 <u>2.094.800,00</u>	200 <u>16.140.960,00</u>
TOTAL (ASSETS)		201 <u>7.644.506.226,00</u>	202 <u>7.136.168.978,00</u>

RCSL Nr. : B101818

Matricule : 2004 2413 314

LIABILITIES

	Reference(s)	Current year	Previous year
A. Capital and reserves	1301 <u>10</u>	301 <u>107.155.816,00</u>	302 <u>141.661.755,00</u>
I. Subscribed capital	1303 _____	303 <u>37.500,00</u>	304 <u>37.500,00</u>
II. Share premium and similar premiums	1305 _____	305 <u>70.905.813,00</u>	306 <u>70.905.813,00</u>
III. Revaluation reserves	1307 _____	307 <u>48.402.482,00</u>	308 <u>37.567.780,00</u>
IV. Reserves	1309 _____	309 <u>3.445.274,00</u>	310 <u>3.445.274,00</u>
1. Legal reserve	1311 _____	311 <u>3.750,00</u>	312 <u>3.750,00</u>
2. Reserve for own shares or own corporate units	1313 _____	313 _____	314 _____
3. Reserves provided for by the articles of association	1315 _____	315 _____	316 _____
4. Other reserves	1317 _____	317 <u>3.441.524,00</u>	318 <u>3.441.524,00</u>
V. Profit or loss brought forward	1319 _____	319 <u>29.705.388,00</u>	320 <u>889.180,00</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>-45.340.641,00</u>	322 <u>28.816.208,00</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
IX. Temporarily not taxable capital gains	1327 _____	327 _____	328 _____
B. Subordinated debts	1329 _____	329 _____	330 _____
1. Convertible loans	1413 _____	413 _____	414 _____
a) becoming due and payable within one year	1415 _____	415 _____	416 _____
b) becoming due and payable after more than one year	1417 _____	417 _____	418 _____
2. Non convertible loans	1419 _____	419 _____	420 _____
a) becoming due and payable within one year	1421 _____	421 _____	422 _____
b) becoming due and payable after more than one year	1423 _____	423 _____	424 _____
C. Provisions	1331 _____	331 _____	332 _____
1. Provisions for pensions and similar obligations	1333 _____	333 _____	334 _____
2. Provisions for taxation	1335 _____	335 _____	336 _____
3. Other provisions	1337 _____	337 _____	338 _____
D. Non subordinated debts	1339 _____	339 <u>6.996.317.361,00</u>	340 <u>6.603.399.681,00</u>
1. Debenture loans	1341 _____	341 _____	342 _____
a) Convertible loans	1343 _____	343 _____	344 _____
i) becoming due and payable within one year	1345 _____	345 _____	346 _____
ii) becoming due and payable after more than one year	1347 _____	347 _____	348 _____

RCSL Nr. : B101818

Matricule : 2004 2413 314

	Reference(s)	Current year	Previous year
b) Non convertible loans	1349	349	350
i) becoming due and payable within one year	1351	351	352
ii) becoming due and payable after more than one year	1353	353	354
2. Amounts owed to credit institutions	1355	355	356
a) becoming due and payable within one year	1357	357	358
b) becoming due and payable after more than one year	1359	359	360
3. Payments received on account of orders as far as they are not deducted distinctly from inventories	1361	361	362
a) becoming due and payable within one year	1363	363	364
b) becoming due and payable after more than one year	1365	365	366
4. Trade creditors	1367 11	367 3.229.716.578,00	368 3.223.133.405,00
a) becoming due and payable within one year	1369	369 3.229.716.578,00	370 3.223.133.405,00
b) becoming due and payable after more than one year	1371	371	372
5. Bills of exchange payable	1373	373	374
a) becoming due and payable within one year	1375	375	376
b) becoming due and payable after more than one year	1377	377	378
6. Amounts owed to affiliated undertakings	1379 12	379 3.272.121.875,00	380 2.775.840.268,00
a) becoming due and payable within one year	1381	381 1.004.432.841,00	382 629.578.359,00
b) becoming due and payable after more than one year	1383	383 2.267.689.034,00	384 2.146.261.909,00
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385	385	386
a) becoming due and payable within one year	1387	387	388
b) becoming due and payable after more than one year	1389	389	390
8. Tax and social security debts	1391 13	391 253.269.348,00	392 151.327.610,00
a) Tax debts	1393	393 250.042.463,00	394 146.371.999,00
b) Social security debts	1395	395 3.226.885,00	396 4.955.611,00

RCSL Nr. : B101818

Matricule : 2004 2413 314

	Reference(s)	Current year	Previous year
9. Other creditors	1397 <u>14</u>	397 <u>241.209.560,00</u>	398 <u>453.098.398,00</u>
a) becoming due and payable within one year	1399 _____	399 <u>197.934.864,00</u>	400 <u>418.024.782,00</u>
b) becoming due and payable after more than one year	1401 _____	401 <u>43.274.696,00</u>	402 <u>35.073.616,00</u>
E. Deferred income	1403 <u>15</u>	403 <u>541.033.049,00</u>	404 <u>391.107.542,00</u>
TOTAL (LIABILITIES)		405 <u>7.644.506.226,00</u>	406 <u>7.136.168.978,00</u>

RCSL Nr. : B101818

Matricule : 2004 2413 314

PROFIT AND LOSS ACCOUNT**Financial year from** ⁰¹ 01/01/2014 **to** ⁰² 31/12/2014 (in ⁰³ EUR)

Amazon EU S.à r.l.

5, Rue Plaetis

L-2338 Luxembourg

A. CHARGES

	Reference(s)	Current year	Previous year
1. Use of merchandise, raw materials and consumable materials			
	1601 _____	601 <u>11.550.610.968,00</u>	602 <u>10.300.153.353,00</u>
2. Other external charges	1603 <u>18</u>	603 <u>4.428.492.696,00</u>	604 <u>4.101.781.631,00</u>
3. Staff costs	1605 <u>16 & 17</u>	605 <u>63.648.431,00</u>	606 <u>65.194.184,00</u>
a) Salaries and wages	1607 _____	607 <u>55.778.762,00</u>	608 <u>56.047.324,00</u>
b) Social security on salaries and wages	1609 _____	609 <u>7.869.669,00</u>	610 <u>9.146.860,00</u>
c) Supplementary pension costs	1611 _____	611 _____	612 _____
d) Other social costs	1613 _____	613 _____	614 _____
4. Value adjustments	1615 _____	615 <u>307.324.343,00</u>	616 <u>278.432.912,00</u>
a) on formation expenses and on tangible and intangible fixed assets	1617 <u>3&4</u>	617 <u>262.658.658,00</u>	618 <u>201.589.628,00</u>
b) on current assets	1619 <u>6&7</u>	619 <u>44.665.685,00</u>	620 <u>76.843.284,00</u>
5. Other operating charges	1621 <u>19</u>	621 <u>351.933.955,00</u>	622 <u>636.610.756,00</u>
6. Value adjustments and fair value adjustments on financial fixed assets	1623 <u>5</u>	623 <u>72.028.981,00</u>	624 <u>10.551.478,00</u>
7. Value adjustments and fair value adjustments on financial current assets. Loss on disposal of transferable securities	1625 _____	625 _____	626 _____
8. Interest and other financial charges	1627 _____	627 <u>99.110.934,00</u>	628 <u>75.571.270,00</u>
a) concerning affiliated undertakings	1629 <u>12</u>	629 <u>55.282.345,00</u>	630 <u>45.888.373,00</u>
b) other interest and similar financial charges	1631 _____	631 <u>43.828.589,00</u>	632 <u>29.682.897,00</u>

RCSL Nr. : B101818

Matricule : 2004 2413 314

	Reference(s)	Current year	Previous year
9. Share of losses of undertakings accounted for under the equity method	1649 _____	649 _____	650 _____
10. Extraordinary charges	1633 _____	633 _____	634 _____
11. Income tax	1635 _____ 13	635 <u>-7.471.540,00</u>	636 <u>-5.473.078,00</u>
12. Other taxes not included in the previous caption	1637 _____	637 <u>43.650,00</u>	638 <u>85.585,00</u>
13. Profit for the financial year	1639 _____	639 <u>0,00</u>	640 <u>28.816.208,00</u>
TOTAL CHARGES		641 <u>16.865.722.418,00</u>	642 <u>15.491.724.299,00</u>

RCSL Nr. : B101818

Matricule : 2004 2413 314

B. INCOME

	Reference(s)	Current year	Previous year
1. Net turnover	1701 _____	701 <u>15.463.362.589,00</u>	702 <u>13.612.449.784,00</u>
2. Change in inventories of finished goods and of work and contracts in progress	1703 _____	703 _____	704 _____
3. Fixed assets under development	1705 _____	705 _____	706 _____
4. Reversal of value adjustments	1707 _____	707 _____	708 _____
a) on formation expenses and on tangible and intangible fixed assets	1709 _____	709 _____	710 _____
b) on current assets	1711 _____	711 _____	712 _____
5. Other operating income	1713 _____ <u>20</u>	713 <u>1.147.453.145,00</u>	714 <u>1.837.699.804,00</u>
6. Income from financial fixed assets	1715 _____	715 <u>178.982.163,00</u>	716 _____
a) derived from affiliated undertakings	1717 _____ <u>5</u>	717 <u>178.982.163,00</u>	718 _____
b) other income from participating interests	1719 _____	719 _____	720 _____
7. Income from financial current assets	1721 _____	721 <u>5.192.108,00</u>	722 <u>2.696.563,00</u>
a) derived from affiliated undertakings	1723 _____	723 _____	724 _____
b) other income from financial current assets	1725 _____	725 <u>5.192.108,00</u>	726 <u>2.696.563,00</u>
8. Other interest and other financial income	1727 _____	727 <u>25.391.772,00</u>	728 <u>38.878.148,00</u>
a) derived from affiliated undertakings	1729 _____ <u>8</u>	729 <u>4.933.772,00</u>	730 <u>2.640.026,00</u>
b) other interest and similar financial income	1731 _____	731 <u>20.458.000,00</u>	732 <u>36.238.122,00</u>
9. Share of profits of undertakings accounted for under the equity method	1745 _____	745 _____	746 _____
10. Extraordinary income	1733 _____	733 _____	734 _____
13. Loss for the financial year	1735 _____	735 <u>45.340.641,00</u>	736 <u>0,00</u>
TOTAL INCOME		737 <u>16.865.722.418,00</u>	738 <u>15.491.724.299,00</u>

**Amazon EU S.à r.l.
5, rue Plaetis
L-2338 Luxembourg
Subscribed Capital: 37,500 EUR
R.C.S. Luxembourg B 101.818**

**Annual Accounts as at 31 December 2014 and
Independent auditor's report**

Table of contents

	Pages
Independent auditor's report	1 - 2
Annual accounts	
- Balance sheet	3 - 8
- Profit and loss account	9 - 11
- Notes to the annual accounts	12 - 22



Ernst & Young
Société anonyme
7, rue Gabriel Lippmann
Parc d'Activité Syrdall 2
L-5365 Munsbach
Tel: +352 42 124 1
www.ey.com/luxembourg

B.P. 780
L-2017 Luxembourg
R.C.S. Luxembourg B 47 771
TVA LU 16063074

Independent auditor's report

To the Shareholders of
Amazon EU S.à r.l.
5, rue Plaetis
L-2338 Luxembourg

Report on the annual accounts

We have audited the accompanying annual accounts of Amazon EU S.à r.l. (the "Company"), which comprise the balance sheet as at 31 December 2014 and the profit and loss account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Board of Managers' responsibility for the annual accounts

The Board of Managers is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts and for such internal control as the Board of Managers determines is necessary to enable the preparation and presentation of annual accounts that are free from material misstatement, whether due to fraud or error.

Responsibility of the "réviseur d'entreprises agréé"

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the judgment of the "réviseur d'entreprises agréé", including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the "réviseur d'entreprises agréé" considers internal control relevant to the entity's preparation and fair presentation of the annual accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Managers, as well as evaluating the overall presentation of the annual accounts.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the annual accounts give a true and fair view of the financial position of Amazon EU S.à r.l. as at 31 December 2014, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

Report on other legal and regulatory requirements

The management report, which is the responsibility of the Board of Managers, and which is available at the registered address of the Company, is consistent with the annual accounts.

Ernst & Young
Société anonyme
Cabinet de révision agréé

A handwritten signature in blue ink, appearing to read 'Gaël Denis', is placed above the printed name.

Gaël Denis

Luxembourg, 25 March 2015

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 1 – General

Amazon EU S.à r.l. ("The Company") was incorporated in Luxembourg on 8 June 2004. The registered office is established at 5, rue Plaetis, L-2338 Luxembourg. The registration number is B 101.818.

The financial year begins on 1 January and ends on 31 December of each year.

The Company's principal purpose is to sell goods and services through certain websites. The Company also holds interests in other companies and other assets.

The Company's accounts are included within the consolidated accounts of Amazon.com, Inc., located in the United States at 410 Terry Avenue North, Seattle, Washington 98109-5210, USA. As Amazon.com, Inc., which is the ultimate parent, prepares consolidated accounts, the Company is exempt from preparing consolidated accounts. These consolidated accounts are available at the ultimate parent company's office located in the United States.

Note 2 – Significant accounting policies

General principles

The annual accounts are drawn up in conformity with the Luxembourg legal and regulatory requirements and according to generally accepted accounting principles applicable in Luxembourg.

The significant accounting policies are as follows:

Tangible and intangible fixed assets

Tangible and intangible fixed assets are stated at cost less accumulated depreciation and amortisation and any impairment adjustments. Depreciation and amortisation are calculated on a straight line basis over the estimated useful life of the assets (1 to 5 years for intangible fixed assets and 3 to 10 years for tangible fixed assets). The carrying values of tangible and intangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Financial fixed assets

Shares in affiliated undertakings are valued at their historical cost.

When management considers that a permanent impairment in value of financial fixed assets exists, a value adjustment is recognized, so that they are valued at the lower value to be attributed to them at the balance sheet date. These value adjustments may not be continued if the events for which the value adjustments were made have ceased to apply.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 2 – Significant accounting policies (continued)

Inventories

Inventories are accounted for using the FIFO method, and are valued at the lower of cost or market value. This valuation requires the Company to make judgments, based on current available information, about the likely method of disposition, such as through sales to individual customers, returns to product vendors, or liquidations, and expected recoverable values of each disposition category. Based on this evaluation, the Company adjusts the carrying amount of goods for resale to lower of cost or market value.

Debtors

Debtors are recorded at their nominal value. A value adjustment is made when their reimbursement is partly or completely in doubt. These value adjustments may not be continued if the reasons for which the value adjustments were made have ceased to apply.

Transferable securities

Transferable securities primarily consist of government bonds, government agency securities and other investment grade securities including AAA-rated money market funds. They are valued at the lower of cost or market value.

Cash at bank, cash in postal cheque accounts, cheques and cash in hand

Cash at bank includes cash with banks and short term, highly liquid investments that are readily convertible to known amounts of cash with original maturities of ninety days or less and that are subject to an insignificant risk of a change in value.

Foreign currency translation

The Company maintains its books and records in EUR. Transactions in other currencies are translated into EUR at the rates of exchange prevailing on the dates of the transactions.

Non-monetary assets and liabilities denominated in other currencies are translated into EUR at the historical exchange rate. Other assets and liabilities denominated in other currencies are translated into EUR at the exchange rate at the balance sheet date. Realized exchange gains and losses and unrealized exchange losses are reflected in the profit and loss account. Unrealized exchange gains are reflected in revaluation reserves.

The Company has a business unit which transacts most of its business in Great Britain Pound ("GBP"). For purposes of including this business unit into the annual accounts of the Company, the balance sheet is translated from GBP to EUR using the closing rate method, including amounts owed between the GBP business unit and EUR business units. Profit and loss accounts are translated at average exchange rates prevailing throughout the year. Exchange differences arising from this translation are recorded in Capital and reserves under the caption Revaluation reserves.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 2 – Significant accounting policies (continued)

The following is a table of the currency translation rates from GBP to EUR as of 31 December 2014 and 2013, and the average rates for the years ended 31 December 2014 and 2013.

2014	31 December 2014	2013	31 December 2013
Average rate	Closing rate	Average rate	Closing rate
1.24	1.29	1.18	1.20

Trade creditors

Debts are recorded at their repayment value.

Revenue recognition

The Company recognizes revenues for products sold and other revenue when the following four recognition criteria are met: persuasive evidence of an arrangement exists, delivery has occurred or services have been rendered, the selling price is fixed or determinable, and collectibility is reasonably assured.

Revenue primarily consists of net product sales and related revenues.

Use of estimates

The preparation of annual accounts in conformity with the Luxembourg legal and regulatory requirements requires estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses, and related disclosures of contingent liabilities in the annual accounts. Estimates are used for, but not limited to, depreciable lives of property and equipment, valuation and impairment of investments, inventory valuation and inventory purchase commitments, collectability of receivables, determining the selling price of products and services in multiple element revenue arrangements and determining the lives of these elements, incentive discount offers, sales returns, vendor funding, income taxes and contingencies. Actual results could differ materially from those estimates.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 3 – Intangible fixed assets

Intangible fixed assets mainly consist of acquired digital content license rights and intellectual property.

	31 December 2014 TEUR	31 December 2013 TEUR
Cost at the beginning of the year	366,688	120,806
Additions	402,140	271,504
Disposals	(718,691)	(25,622)
Cost at the end of the year	<u>50,137</u>	<u>366,688</u>
Accumulated amortisation at the beginning of the year	(173,690)	(233)
Amortisation charged during the year	(260,176)	(199,079)
Disposals	432,916	25,622
Accumulated amortisation at the end of the year	<u>(950)</u>	<u>(173,690)</u>
Net book value at the end of the year	<u>49,187</u>	<u>192,998</u>

The current year additions mainly relate to the acquisition of digital content license rights.

In November 2014, the Company contributed its licence procurement rights business to Amazon Media EU S.à r.l. in exchange of the issuance of 2 (two) new shares with a par value of TEUR 12.5 each.

Note 4 – Tangible fixed assets

Tangible fixed assets consist of furniture and equipment, leasehold improvements, technology infrastructure and tangible assets under development.

	31 December 2014 TEUR	31 December 2013 TEUR
Cost at the beginning of the year	16,179	13,120
Additions	6,333	3,118
Disposals	(7,617)	(59)
Cost at the end of the year	<u>14,895</u>	<u>16,179</u>
Accumulated depreciation at the beginning of the year	(8,072)	(5,565)
Depreciation charged during the year	(2,483)	(2,511)
Disposals	5,139	4
Accumulated depreciation at the end of the year	<u>(5,416)</u>	<u>(8,072)</u>
Net book value at the end of the year	<u>9,479</u>	<u>8,107</u>

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 5 – Financial fixed assets

Undertakings in which the Company holds at least 20% of their share capital are as follows:

Company name	Ownership		Carrying amount	
	31 December 2014 %	31 December 2013 %	31 December 2014 TEUR	31 December 2013 TEUR
Lovefilm International Limited, UK	100%	100%	345,845	345,845
Amazon Data Services Ireland Limited, Ireland	100%	100%	343,440	343,440
Beijing Century Joyo Courier Services Co. Limited, People's Republic of China (1)	100%	100%	225,625	135,985
Amazon Fulfillment Poland sp. z o.o., Poland (2)	100%	100%	127,596	1
Amazon Logistik GmbH, Germany	100%	100%	120,549	120,549
Amazon.co.uk Limited, UK	100%	100%	98,540	98,540
FinLux S.à r.l., Luxembourg	100%	100%	88,380	88,380
Amazon.de GmbH, Germany (3)	100%	100%	79,430	79,430
Joyo.com Limited, British Virgin Islands (4)	100%	100%	294	69,493
Amazon Koblenz GmbH, Germany	100%	100%	44,121	44,121
Amazon.fr Holdings S.A.S., France	100%	100%	40,923	40,923
The Book Depository Limited, UK	100%	100%	30,469	30,469
Amazon Logistik Potsdam GmbH, Germany (5)	100%	100%	25,025	17,025
Amazon FC Graben GmbH, Germany	100%	100%	21,893	21,893
Amazon Logistik Werne GmbH, Germany	100%	100%	17,563	17,563
Amazon Fulfillment Germany GmbH, Germany	100%	100%	13,701	13,701
The Book Depository (International) Limited, Cyprus (6)	100%	100%	12,176	15,005
Panda Acquisition LLC, USA	100%	100%	12,072	12,072
Amazon Logistic Prague s.r.o., Czech Republic	90%	90%	10,175	10,175
Others			61,542	58,311
Total			1,719,359	1,562,921

- (1) In March and September 2014, the Company increased its investment in Beijing Century Joyo Courier Services Co. Limited by cash contributions totalling TEUR 89,640. In January 2015, the Company sold its 100% equity interest in Beijing Century Joyo Courier Services Co. Limited to an affiliated undertaking for an amount of TUSD 309,800 (TEUR 259,790), although legal title will remain with the Company until completion of the People's Republic of China's administrative procedures.
- (2) In December 2014, the Company increased its investment in Amazon Fulfillment Poland sp. z.o.o. by contributions totalling TEUR 127,595, including a cash contribution of TEUR 52,805.
- (3) In December 2014, the Company received a distribution of TEUR 113,000 from Amazon.de GmbH.
- (4) In March 2014, the Company received a distribution of TEUR 65,982 from Joyo.com Limited and, as a result, recorded a value adjustment of TEUR 69,199 on its investment (2013: TEUR 3,884).
- (5) In May 2014, the Company increased its investment in Amazon Logistik Potsdam GmbH by a cash contribution of TEUR 8,000.
- (6) In May 2014, the Company recorded a valuation adjustment totaling TEUR 2,829 on its investment in The Book Depository (International) Limited.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 5 – Financial fixed assets (continued)

Art. 65 paragraph (1) 2° of the law of 19 December 2002 on the Trade Registry and Accounting and Annual Accounts of undertakings (the “law”) requires the disclosure of the amount of capital and reserves and profit and loss for the last financial year of each affiliated undertaking. In conformity with art 67 (3) of the law these details have been omitted since the undertakings are included in the consolidated annual accounts of Amazon.com, Inc.

Note 6 – Inventories

	31 December 2014 TEUR	31 December 2013 TEUR
Inventories - gross	2,156,781	1,906,485
Provision for value adjustments	(236,736)	(202,216)
Inventories	<u>1,920,045</u>	<u>1,704,269</u>

Note 7 – Trade receivables

	31 December 2014 TEUR	31 December 2013 TEUR
Outstanding billed revenues	650,391	568,962
Provision for doubtful accounts	(25,760)	(19,527)
Trade receivables	<u>624,631</u>	<u>549,435</u>

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 8 – Amounts owed by affiliated undertakings

Company name	Becoming due and payable		Total as at 31 December	
	within 1 year TEUR	after 1 year TEUR	2014 TEUR	2013 TEUR
FinLux S.à r.l., Luxembourg				
Loan	---	2,335	2,335	2,279
Interest	5	---	5	5
Other receivable	336,035	---	336,035	201,202
Amazon Data Services Ireland Limited, Ireland				
Loan	---	98,630	98,630	96,284
Interest	191	---	191	183
Other receivable	16,817	---	16,817	---
Amazon Europe Core S.à r.l., Luxembourg				
Loan	---	75,000	75,000	---
Interest	544	---	544	---
A100 ROW GmbH, Germany				
Loan	---	60,000	60,000	---
Interest	270	---	270	---
Amazon Connect Technology Services (Beijing) Co. Limited, People's Republic of China				
Loan	---	47,243	47,243	41,344
Interest	587	---	587	521
Amazon Italia Logistica Srl, Italy				
Loan	---	42,222	42,222	---
Other receivable	---	---	---	28,910
A100 ROW Serviços De Dados Brasil Limitada., Brasil				
Loan	---	17,324	17,324	---
Interest	107	---	107	---
Amazon Joyo Co. Limited, People's Republic of China				
Loan	---	16,736	16,736	16,554
Interest	172	---	172	173
Amazon Payments Europe S.C.A., Luxembourg	104,625	---	104,625	892
Amazon Luxembourg S.à r.l., Luxembourg	59,855	---	59,855	26,402
Others	40,184	24,618	64,802	134,675
	<u>559,392</u>	<u>384,108</u>	<u>943,500</u>	<u>549,424</u>

The interest income for the year in relation to loans and receivable balances amounts to TEUR 4,934 for the year ended 31 December 2014 (2013: TEUR 2,640).

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 9 – Transferable securities

The following table summarizes current transferable securities:

	31 December 2014 TEUR	31 December 2013 TEUR
Marketable securities	<u>109,289</u>	<u>851,072</u>

The market value of the current transferable securities amounts to TEUR 109,922 as at 31 December 2014 (31 December 2013: TEUR 853,673).

Note 10 – Capital and reserves

	31 December 2013 TEUR	Allocation of results TEUR	Translation adjustment TEUR	Results for the year TEUR	31 December 2014 TEUR
Subscribed capital	38	—	—	—	38
Share premium	70,906	—	—	—	70,906
Revaluation reserves	37,568	—	10,835	—	48,403
Legal reserve	4	—	—	—	4
Other reserves	3,441	—	—	—	3,441
Profit or (loss) brought forward	889	28,816	—	—	29,705
Profit or (loss) for the financial year	28,816	(28,816)	—	(45,341)	(45,341)
Total	<u>141,662</u>	<u>—</u>	<u>10,835</u>	<u>(45,341)</u>	<u>107,156</u>

Subscribed capital

As at 31 December 2014 and 31 December 2013, the subscribed capital amounts to TEUR 37.5 divided into 3 shares with a par value of TEUR 12.5 each.

Legal reserve

In accordance with the Luxembourg company law, the Company is required to transfer a minimum of 5% of its net profit for each financial year to a legal reserve. This requirement ceases to be necessary once the legal reserve reaches 10% of the issued subscribed capital. The legal reserve is not available for distribution to the shareholder.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 10 – Capital and reserves (continued)

Other reserves

In accordance with Luxembourg tax law, in past years the Company allocated under non-distributable reserves (item “other reserves”) amounts that corresponded to five times the amount of the Net Wealth Tax. This reserve is non-distributable for a period of five years from the year following the one during which the Net Wealth Tax was reduced.

Note 11 – Trade creditors

All creditors are due and payable within a period of one year.

Note 12 – Amounts owed to affiliated undertakings

Company name	Becoming due and payable		Total as at 31 December	
	within 1 year TEUR	after 1 year TEUR	2014 TEUR	2013 TEUR
Amazon Europe Holding Technologies S.C.S., Luxembourg				
Loan	---	2,227,525	2,227,525	2,107,771
The Book Depository Limited, UK				
Loan	---	21,030	21,030	19,386
Interest	284	---	284	259
The Book Depository International Limited, United Kingdom				
Loan	---	9,149	9,149	8,435
Interest	124	---	124	113
Amazon Services Europe S.à r.l., Luxembourg	250,570	---	250,570	261,220
Amazon.co.uk Limited, UK	140,571	---	140,571	110,396
Amazon Instant Video Limited, UK	130,167	---	130,167	---
Amazon Europe Core S.à r.l., Luxembourg	108,031	---	108,031	---
Amazon Media EU S.à r.l., Luxembourg	57,177	---	57,177	24,355
Lovefilm Deutschland GmbH, Germany	42,015	---	42,015	---
Amazon.fr S.A.S., France	38,594	---	38,594	25,675
Amazon.de GmbH, Germany	33,403	---	33,403	---
Amazon Development Centre (London) Limited, UK	25,969	---	25,969	16,153
Amazon Online UK Limited, United Kingdom	23,345	---	23,345	6
Amazon Logistik GmbH, Germany	22,710	---	22,710	---
Others	131,473	9,985	141,458	202,071
	<u>1,004,433</u>	<u>2,267,689</u>	<u>3,272,122</u>	<u>2,775,840</u>

The amounts owed to affiliated undertakings mainly consist of payables for services provided and cash pooling arrangements.

The interest expense for the year in relation with the loan and payable balances amounts to TEUR 55,282 for the year ended 31 December 2014 (2013: TEUR 45,888).

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 13 – Tax and social security

The Company is subject to all taxes applicable to Luxembourg commercial companies. The Company has secured approval in conformity with Article 164 bis of the law on income tax, for the fiscal consolidation of the Company with Amazon Europe Core S.à r.l., Amazon Media EU S.à r.l., Amazon Luxembourg S.à r.l., Amazon Payments Europe S.C.A., Amazon Services Europe S.à r.l. and FinLux S.à r.l..

In October 2014, the European Commission opened a formal investigation to examine whether decisions by the tax authorities in Luxembourg with regard to the corporate income tax paid by the Company and certain of its Luxembourg affiliates comply with European Union rules on state aid. If this matter is adversely resolved, Luxembourg may be required to assess, and we may be required to pay, additional amounts with respect to current and prior periods and our taxes in the future could increase. Although we believe our tax estimates are reasonable, the final outcome of tax audits, investigations, and any related litigation could be materially different from our historical income tax provisions and accruals.

Tax contingencies

The Company is under examination or investigation or may be subject to examination or investigation by the French Tax Administration (“FTA”) for calendar year 2006 or thereafter. These examinations may lead to ordinary course adjustments or proposed adjustments to our taxes. While we have not yet received a final assessment from the FTA, in September 2012, we received proposed tax assessment notices for calendar years 2006 through 2010 relating to the allocation of income between foreign jurisdictions. The notices propose additional French tax of approximately EUR 196 M, including interest and penalties through the date of the assessment. We disagree with the proposed assessment and intend to contest it vigorously. We plan to pursue all available administrative remedies at the FTA, and if we are not able to resolve this matter with the FTA, we plan to pursue judicial remedies.

Note 14 – Other creditors

Debts are recorded at their repayment value and summarized as follows:

	Becoming due and payable		Total as at 31 December	
	within 1 year	after 1 year	2014	2013
	TEUR	TEUR	TEUR	TEUR
Marketing and sales	159,151	---	159,151	256,555
Intangible Fixed Assets	7,014	---	7,014	133,942
Other	31,770	43,275	75,045	62,601
	<u>197,935</u>	<u>43,275</u>	<u>241,210</u>	<u>453,098</u>

In November 2014, the Company contributed the liabilities related to certain intangible fixed assets to Amazon Media EU S.à r.l.. See also “Note 3 – Intangible fixed assets”.

Amazon EU S.à r.l.
Société à responsabilité limitée

Notes to the annual accounts
As at 31 December 2014

Note 15 – Deferred income

Deferred income is recorded when payments are received in advance of performing service obligations and mainly consists of unredeemed gift certificates and membership subscriptions.

Note 16 – Staff costs

The Company employed an average of 538 employees during the financial year 2014 (2013: 523).

Note 17 – Emoluments

No emoluments, advances or credits were granted to the Board of Managers during the current and previous financial years.

Note 18 – Other external charges

Other external charges are related to the operations of the Company, including provision of services from affiliated undertakings.

Note 19 – Other operating charges

Other operating charges are primarily related to license agreements and royalties with third parties and affiliated undertakings.

Note 20 – Other operating income

Other operating income is primarily related to revenue from license agreements with affiliated undertakings.

Note 21 – Litigation

The Company and its operations are subject to various lawsuits that have arisen in the course of business. Management is of the opinion that the ultimate outcome of such litigation is not anticipated to have a material adverse effect on the Company's annual accounts.

Note 22 – Commitments and contingencies

At 31 December 2014, the operating lease commitment amounts to TEUR 19,069 (2013: TEUR 11,229).

During the ordinary course of business, the Company provides guarantees for property leases on behalf of its affiliated undertakings.

See also "Note 13 – Tax and social security".

Amazon EU S.à r.l.
Société à responsabilité limitée
Siège social: 5, rue Plaetis, L-2338 Luxembourg
Capital Social: 37,500 EUR
RCS Luxembourg: B 101.818
(la « Société »)

L'associé unique a décidé par résolutions écrites du 31 mars 2015 d'affecter le résultat de la Société pour l'exercice social de l'année 2014, qui s'avère être une perte s'élevant à EUR 45,340,641, comme suit :

- Perte à reporter sur l'exercice social 2014 : EUR 45,340,641

L'affectation du résultat est conforme à la proposition du conseil de gérance.

Aux fins de dépôt au Registre de Commerce et des Sociétés de Luxembourg.

Luxembourg, le 30 avril 2015.

Pour la Société.

A handwritten signature in black ink, consisting of a stylized 'A' followed by a horizontal line extending to the right.

Signature: